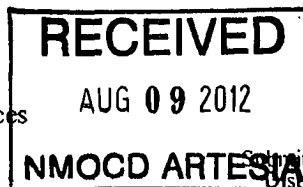


District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410.
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

Operator ☒ Initial Report ☐ Final Report

Name of Company COG OPERATING LLC **Contact** Pat Ellis
Address 550 W. Texas, Suite 100, Midland, TX 79701 **Telephone No.** 432-230-0077
Facility Name Perkins / Cottonmouth 4" SWD line **Facility Type** 4" SWD line

Surface Owner Federal **Mineral Owner** **Lease No. (API#)** 30-015-23849
Perkins SWD (closest well)

LOCATION OF RELEASE

Unit Letter G	Section 30	Township 26S	Range 29E	Feet from the North/South Line	Feet from the East/West Line	County Eddy
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Latitude 32 02.075 Longitude 104 01.466

NATURE OF RELEASE

Type of Release Produced water	Volume of Release 40bbls	Volume Recovered none
Source of Release 4" SWD poly transmission line	Date and Hour of Occurrence Unknown	Date and Hour of Discovery 08/07/2012

Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher-OCD Jim Amos-BLM Terry Gregston-BLM Legion Brumley-BLM
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By Whom? Josh Russo	Date and Hour 08/08/2012 9:55 a.m.
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

A 4" SWD line was found leaking from a faulty emergency repair clamp. The 4" SWD line has been removed from service.

Describe Area Affected and Cleanup Action Taken.*

Initially an estimated 40bbls were released from the faulty poly line. There was very little standing fluid from the release and therefore we were unable to recover any produced water with a vacuum truck. From the source, the fluid traveled down slope in a stream measuring 2'-3' x 300'. BBC will sample the spill site area to delineate any possible contamination from the release and we will present the NMOCD/BLM for approval prior to any remediation work.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature:	OIL CONSERVATION DIVISION	
Printed Name: Josh Russo	Approved by District Supervisor:	Signed By
Title: HSE Coordinator	Approval Date: AUG 22 2012	Expiration Date:
E-mail Address: jrusso@conchoresources.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 08/09/2012 Phone: 432-212-2399		

* Attach Additional Sheets If Necessary

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:**

9-22-2012

2RP-1200